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FORT WAYNE MARKET NEWS

United States Department of Agriculture  
Consumer and Marketing Service  
Dairy Division

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Fort Wayne, Indiana 46802  
Phone: 742 - 74016

Office Hours 8:00 a.m. To 4:30 p.m.

Federal Order No. 47

Issued for Information of Producers  
Who Are Not Members of Cooperative Associations

Vol. IX No. 7

July 1965

JUNE UNIFORM PRICE \$3.71

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in June 1965, will receive a minimum uniform price of \$3.71 per hundredweight for milk testing 3.5%. A butterfat differential of 7.0 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$3.71 price for June 1965, is 4 cents more than the May 1965 price, and 17 cents above the June 1964 price.

ESTIMATED PERCENTAGES IN EACH CLASS

In accordance with 1047.22(1) the Market Administrator announced the following estimated utilization percentages for June 1965 on July 12, 1965.

	<u>Skim Milk</u>	<u>Butterfat</u>
Class I	70%	69%
Class II	30%	31%

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 21,772,720 pounds of milk to the Fort Wayne market during June 1965, of which 15,333,164 pounds or 70% was utilized in Class I by 15 pool handlers. Production was down 10% from May 1965. Class I utilization of producer milk was down 6.7% from May 1965.

JULY CLASS I PRICE \$4.42

The June basic formula price of \$3.20 (Wisconsin-Minnesota Series) was increased by the standard differential of \$1.20 and further increased by a supply-demand adjustment of \$0.02 to establish the Fort Wayne Class I price for July. This price of \$4.42 is the same as the June Class I price.

PURDUE UNIVERSITY

The Agricultural Economics Department, Purdue University, has published an interesting study as to where Indiana Grade A milk producers sell their milk. In December 1964, there were 7,540 producers selling milk to handlers regulated under Federal Orders. 59.4% sold to handlers under the three Indiana orders; 23.6% to handlers under the five Ohio orders; 12.7% to handlers under the Louisville-Lexington-Evansville order; 4.1% to handlers under the Chicago order; and the remaining 0.2% to handlers under the Detroit order. 84% of the producers shipping to Federal Order markets were bulk tank shippers. 94% of the can shippers sold to the Fort Wayne, Indianapolis, and Cleveland markets.

PEOPLES DAIRY SOLD TO ALLEN DAIRY PRODUCTS

Sale of Peoples Dairy, Inc. to Allen Dairy Products, Inc. has been publicly announced, effective as of June 23, 1965.

FORT WAYNE MILK MARKET NEWS  
UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	<u>June 1965</u> <u>Reported</u>		<u>June 1964</u> <u>Reported</u>	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	13,901,722	483,590	12,259,121	427,891
Regular Skim Milk	290,385	1,400	267,370	1,349
2% Skim Milk	1,939,334	39,169	1,720,494	34,225
Buttermilk	159,035	2,115	130,952	1,284
Flavored Milk	231,718	7,910	154,472	5,184
Flavored Drink	211,016	4,122	251,560	4,253
Cream Mixtures	217,204	26,720	214,667	26,397
Light Cream	5,014	1,025	8,189	1,745
Heavy Cream	21,387	7,484	23,099	8,009
Sour Cream	29,031	5,505	27,556	5,122
Sub Total	17,005,846	579,040	15,057,480	515,459
Plus Unaccounted For	36,264	3,741	24,671	1,814
Gross Total Class I Milk	17,042,110	582,781	15,082,151	517,273
Less Other Source Receipts	1,669,883	54,755	315,049	15,371
Less Overages	124	124	-0-	-0-
Less Beginning Inventory	38,939	1,888	267	9
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>15,333,164</u>	<u>526,014</u>	<u>14,766,835</u>	<u>501,893</u>
 <u>CLASS II MILK</u>				
Sales to Nonpool Plants	4,856,059	217,085	5,957,409	255,271
Class II Production	1,519,392	33,904	2,196,509	56,668
Dumped or Livestock Feed	128,007	1,911	111,719	1,435
Ending Inventory	1,767,206	64,984	1,626,466	58,460
Class II Shrinkage	191,791	8,755	188,200	5,403
Gross Total Class II Milk	8,462,455	326,639	10,080,303	377,237
Less Other Source Receipts	131,458	19,739	62,396	1,485
Less Overages	10,234	2,008	579	520
Less Beginning Inventory	1,881,207	69,738	1,774,933	65,182
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>6,439,556</u>	<u>235,154</u>	<u>8,242,395</u>	<u>310,050</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>21,772,720</u>	<u>761,168</u>	<u>23,009,230</u>	<u>811,943</u>

MISCELLANEOUS INFORMATION

	<u>June</u> <u>1965</u>	<u>June</u> <u>1964</u>	<u>June</u> <u>1963</u>
Daily Class I Milk (lbs.)	568,070	502,738	434,116
Current Month Compared With:		+ 13.0%	+ 30.9%
Production per Farm per Day	899	892	808
Current Month Compared With:		+ 0.8%	+ 11.3%
Gross Class I Milk to Producer Milk	78.27%	65.55%	61.93%
Pool Value of Producer Milk	\$882,338	\$398,310	\$805,422
Value of Producer Milk per Farm	\$ 1,093	\$ 1,045	\$ 929
Butter-Skim Powder Price	\$ 3.06	\$ 3.02	\$ 3.01
Wisconsin-Minnesota Plant Average	\$ 3.20	\$ 3.11	\$ 3.08



RECEIPTS AND CLASSIFICATION OF PRODUCER MILK  
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent	Ave. Test	Product Pounds	Per- cent	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
<u>1963</u>									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
<u>1964</u>									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882
Aug.	15,651,115	75.1	3.40	5,177,739	24.9	3.89	20,828,854	3.52	936
Sep.	16,360,528	83.5	3.43	3,237,440	16.5	4.62	19,597,968	3.62	840
Oct.	17,958,109	87.0	3.44	2,659,921	13.0	6.19	20,618,030	3.80	912
Nov.	16,366,133	78.0	3.45	4,604,051	22.0	5.45	20,970,184	3.89	900
Dec.	17,036,142	75.4	3.49	5,571,305	24.6	5.51	22,607,447	3.99	864
Ave.	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
<u>1965</u>									
Jan.	17,697,606	71.0	3.44	7,227,000	29.0	5.18	24,924,606	3.94	909
Feb.	16,118,622	72.0	3.42	6,279,212	28.0	5.17	22,397,834	3.91	908
Mar.	18,446,313	74.7	3.39	6,251,252	25.3	5.25	24,697,565	3.86	881
Apr.	16,801,819	76.0	3.39	5,318,035	24.0	5.14	22,119,854	3.81	852
May	16,427,081	67.9	3.38	7,755,034	32.1	4.16	24,182,115	3.63	826
Jun.	15,333,164	70.4	3.43	6,439,556	29.6	3.65	21,772,720	3.50	807

## FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS  
(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I			CLASS II		UNIFORM			BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer			
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069			
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068			
1961	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073			
1962	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072			
1963												
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070			
Feb.	3.10	1.20	---	4.30	3.10	4.04	.072	.067	.070			
Mar.	3.10	1.20	---	4.30	3.09	4.05	.072	.067	.071			
Apr.	3.09	1.20	---	4.29	3.08	3.64*	.072	.067	.071			
May	3.08	1.20	---	4.28	3.07	3.52*	.072	.067	.070			
Jun.	3.07	1.20	---	4.27	3.08	3.46*	.072	.067	.070			
Jul.	3.08	1.20	---	4.28	3.09	3.91	.072	.067	.070			
Aug.	3.09	1.20	---	4.29	3.10	4.00	.072	.067	.071			
Sep.	3.10	1.20	---	4.30	3.12	4.46*	.072	.069	.071			
Oct.	3.12	1.20	---	4.32	3.14	4.47*	.075	.067	.073			
Nov.	3.15	1.20	---	4.35	3.13	4.47*	.073	.067	.071			
Dec.	3.16	1.20	---	4.36	3.13	4.03	.073	.067	.071			
Ave.	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071			
1964												
Jan.	3.16	1.20	---	4.36	3.13	4.04	.073	.067	.071			
Feb.	3.17	1.20	---	4.37	3.13	4.02	.072	.067	.070			
Mar.	3.16	1.20	---	4.36	3.13	3.96	.072	.067	.070			
Apr.	3.15	1.20	---	4.35	3.12	3.63*	.072	.067	.070			
May	3.12	1.20	---	4.32	3.12	3.52*	.072	.067	.070			
Jun.	3.12	1.20	---	4.32	3.11	3.54*	.072	.067	.070			
Jul.	3.11	1.20	---	4.31	3.12	3.93	.072	.067	.070			
Aug.	3.12	1.20	---	4.32	3.15	4.03	.072	.068	.071			
Sep.	3.15	1.20	---	4.35	3.24	4.59*	.074	.071	.073			
Oct.	3.24	1.20	---	4.44	3.23	4.67*	.077	.070	.076			
Nov.	3.27	1.20	---	4.47	3.29	4.59*	.076	.072	.075			
Dec.	3.29	1.20	---	4.49	3.18	4.12	.078	.068	.075			
Ave.	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072			
1965												
Jan.	3.29	1.20	.00	4.49	3.13	4.08	.071	.067	.069			
Feb.	3.25	1.20	.00	4.45	3.13	4.07	.070	.067	.069			
Mar.	3.22	1.20	- .02	4.40	3.13	4.07	.070	.067	.069			
Apr.	3.22	1.20	.00	4.42	3.17	3.76*	.070	.068	.069			
May	3.23	1.20	.00	4.43	3.17	3.67*	.071	.068	.070			
Jun.	3.22	1.20	.00	4.42	3.16	3.71*	.071	.068	.070			
Jul.	3.20	1.20	+ .02	4.42			.071					
Aug.			+ .06									

\* "Louisville" plan in effect.

Consumer & Marketing Service  
Dairy Division  
Federal Order No. 47

1122 South Harrison Street  
Fort Wayne, Indiana 46802  
Phone: 742 - 7401

COMPUTATION OF UNIFORM PRICE  
(Based on reports of 15 Handlers)  
June 1965

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	15,333,164	3.4306	\$4.37070	\$670,166.66	70.42
Class II Producer Milk	6,439,556	3.6517	3.26316	210,133.26	29.58
Total Producer Milk	21,772,720			\$880,299.92	100.00
Other Source Milk Priced					
Class I	-0-			0.00	
Total	21,772,720	3.4960		\$880,299.92	
Add: Value of Overage				1,535.71	
Add: Value of Inventory Reclassified				502.50	
Total Pool Value				\$882,338.13	
Add: Butterfat Adjustment to 3.5% Milk				614.04	
Add: 1/2 Unobligated Balance in Producer Settlement Fund				10,816.12	
Adjusted Value				\$893,768.29	
Less: Producer Pounds @ 8% of Class I Price				76,988.34	Rate Per
21,772,720 @ \$0.3536 -- June					Cwt.
Sub Total				\$816,779.95	\$3.7513914
Less: Producer Settlement Fund Reserve				9,012.04	.0413914
ANNOUNCED UNIFORM PRICE FOR 3.5% MILK				<u>\$807,767.91</u>	<u>\$3.71</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	526,014	\$ 0.071	\$ 37,346.99
Class II	235,154	0.068	15,990.47
Total	761,168	\$ 0.70	\$ 53,337.46

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$3.71 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.070 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR JUNE 1965

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.535	3.70	\$3.850	4.15	\$4.165	4.60	\$4.480
3.30	3.570	3.75	3.885	4.20	4.200	4.65	4.515
3.35	3.605	3.80	3.920	4.25	4.235	4.70	4.550
3.40	3.640	3.85	3.955	4.30	4.270	4.75	4.585
3.45	3.675	3.90	3.990	4.35	4.305	4.80	4.620
3.50	/ 3.71 /	3.95	4.025	4.40	4.340	4.85	4.655
3.55	3.745	4.00	4.060	4.45	4.375	4.90	4.690
3.60	3.780	4.05	4.095	4.50	4.410	4.95	4.725
3.65	3.815	4.10	4.130	4.55	4.445	5.00	4.760

R. J. Connolly  
Market Administrator

Date Announced:  
July 13, 1965

